# COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF )
SOUTHERN MASON WATER DISTRICT ) CASE NO. 89-205

#### ORDER

On July 24, 1989, Southern Mason Water District ("Southern Mason") filed its revised tariff with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being sufficiently advised, is of the opinion and finds that:

- 1. Southern Mason purchases its water from Western Fleming County Water District ("Western Fleming").
- 2. Pursuant to an Order of the Commission in Case No. 10431, Western Fleming increased the rate for water sold to Southern Mason from \$.70 to \$.85 per 1,000 gallons, effective February 3, 1989.
- 3. Southern Mason adjusted the rates to its customers effective August 1, 1989.

Case No. 10431, Tariff Filing of Western Fleming County Water District, Order dated Pebruary 3, 1989.

- 4. During the 12 months ending June 30, 1989, Southern Mason purchased 42,504,370 gallons of water and sold 27,609,000 gallons.
- 5. Southern Mason's calculations are correct and show an increase in purchased water costs of \$6,376, resulting in a purchased water adjustment of \$.23 per 1,000 gallons.
- 6. Southern Mason sells water to water haulers through coin-operated stations which operate only with quarters; therefore, the truck loading rate must be divisible by 25. The truck loading rate should be adjusted by \$.25 per 1,000 gallons.
- 7. The purchased water adjustments of \$.25 per 1,000 gallons for coin-operated truck loading stations and \$.23 per 1,000 gallons for other customers and the rates in Appendix A are fair, just, and reasonable and should be approved.
- 8. Southern Mason included a proposed late payment penalty and other non-recurring charges in its tariff, which cannot be considered within a purchased water adjustment filing. These charges should be deleted from the tariff filing in this case and considered separately.

#### IT IS THEREFORE ORDERED that:

- 1. The proposed tariff is hereby denied.
- 2. The purchased water adjustments of \$.25 per 1,000 gallons for coin-operated truck loading stations and \$.23 per 1,000 gallons for other customers and the rates in Appendix A, attached hereto and incorporated herein, are approved for services rendered on and after August 1, 1989.

- 3. Within 30 days of the date of this Order, Southern Mason shall file its revised tariff setting out the rates approved herein.
- 4. Within 30 days of the date of this Order, Southern Mason shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 15th day of August, 1989.

Chairman

Vice Chairman

ATTEST:

#### APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 89-205 DATED 8/15/89

The following rates and charges are prescribed for the customers in the area served by Southern Mason Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

## Domestic and Commercial

| <u>Usage Blocks</u> | Monthly Rates          |
|---------------------|------------------------|
| First 1,000 gallons | \$10.73 Minimum Bill   |
| Next 4,000 gallons  | 3.23 per 1,000 gallons |
| Next 5,000 gallons  | 2.93 per 1,000 gallons |
| Over 10,000 gallons | 2.73 per 1,000 gallons |

## Field Connection

| <u>Usage Blocks</u>                      | Monthly Rates                                    |
|--|--|
| First 1,000 gallons                      | \$5.73 Minimum Bill                              |
| Next 4,000 gallons<br>Next 5,000 gallons | 3.23 per 1,000 gallons<br>2.93 per 1,000 gallons |
| Over 10,000 gallons                      | 2.73 per 1,000 gallons                           |
| Truck Loading Rate                       | \$4.25 per 1,000 gallons                         |